LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **MARCH 8, 2005**, upon the application of **CALLON OFFSHORE PRODUCTION, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **M-3 Zone**, **Reservoir A**, in the Bayou Bouillon Field, St. Martin Parish, Louisiana.

- 1. To establish rules and regulations and to create a single drilling and production unit for the exploration for and production of gas and condensate from the M-3 Zone, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate Callon Offshore Production, Inc. as operator of the proposed unit.
- 4. To designate the Callon Offshore Production, Inc. St Martin Land Co No. 1 as unit well for the proposed unit.
- 5. To provide that any future wells drilled to the M-3 Zone, Reservoir A, within or outside of the proposed unit, should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 6. To provide that the Commissioner of Conservation should be authorized to reclassify the reservoir created herein by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 7. To consider such other matters as may be pertinent.

The M-3 Zone, Reservoir A, is hereby defined as being that gas and condensate bearing zone encountered between the depths of 11,696 feet and 11,982 feet (electrical log measurements) in the Callon Offshore Production, Inc. (formerly Kewanee Oil Company) - St Martin Land Co No. 1 Well, located in Section 10, Township 9 South, Range 8 East, St. Martin Parish, Louisiana.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

- 8 -<u>BAYOU BOUILLON FIELD</u> 05-196

Baton Rouge, La 2/1/05;2/4/05 L dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.